

	(1) ACTUAL PER BOOKS	(2) FPSC ADJUSTMENTS	(3) FPSC ADJUSTED	(4) PRO FORMA ADJUSTMENTS	(5) PRO FORMA ADJUSTED
I. AVERAGE RATE OF RETURN (JURISDICTIONAL)					
NET OPERATING INCOME	\$ 12,032,554	(\$3,661,185)	\$8,371,369	\$0	\$8,371,369
AVERAGE RATE BASE	\$165,460,635	(\$36,518,794)	\$128,941,841	\$0	\$128,941,841
AVERAGE RATE OF RETURN	7.27%		6.49%		6.49%
II. YEAR-END RATE OF RETURN (JURISDICTIONAL)					
NET OPERATING INCOME	\$12,032,554	(\$3,473,607)	\$8,558,947	\$0	\$8,558,947
YEAR-END RATE BASE	\$174,471,239	(\$21,538,300)	\$152,932,939	\$0	\$152,932,939
YEAR-END RATE OF RETURN	6.90%		5.60%		5.60%

IV. FINANCIAL INTEGRITY INDICATORS

III. REQUIRED RATES OF RETURN			
AVERAGE CAPITAL STRUCTURE (FPSC ADJUSTED BASIS)		A. TIE WITH AFUDC	4.79
LOW	5.48%	B. TIE WITHOUT AFUDC	4.79
MIDPOINT	5.88%	C. AFUDC TO NET INCOME	0.00
HIGH	6.28%	D. INTERNALLY GENERATED FUNDS	62.87
		E. LTD TO TOTAL INVESTOR FUNDS	43.22
		F. STD TO TOTAL INVESTOR FUNDS	6.74
		G. RETURN ON COMMON EQUITY	11.74

I am aware that Section 837.06, Florida Statutes, provides:

Whoever knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his official duty shall be guilty of a misdemeanor of the second degree punishable as provided in s. 775.082, s. 775.083. or s. 775.084.

Joanah Baugh

Director, Regulatory Affairs

Joanah Baugh

Signature

12/15/2025

Date

AVERAGE RATE OF RETURN

For the 12 Months Ending September 30, 2025

RATE BASE

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	PLANT IN SERVICE	ACCUMULATED DEPRECIATION & AMORTIZATION	PLANT IN SERVICE	NET PROPERTY HELD FOR FUTURE USE	CONSTRUCTION WORK IN PROGRESS	NET UTILITY PLANT	WORKING CAPITAL	TOTAL RATE BASE
PER BOOKS	\$203,557,951	(\$83,780,572)	\$119,777,379	\$0	\$26,024,362	\$145,801,741	\$19,658,894	\$165,460,635
FPSC ADJUSTMENTS:								
			\$0			\$0		\$0
1) ELIM. NON UTILITY PLANT	(\$7,684)	1,801	(\$5,883)			(\$5,883)		(\$5,883)
2) ELIM SPP PLANT AND ACC. DEP.	(13,025,935)	201,454	(\$12,824,481)		(16,703,719)	(\$29,528,200)		(\$29,528,200)
3) ELIMINATE AFUDC			\$0		(9,803)	(\$9,803)		(\$9,803)
4) REMOVE INT. EARNING STORM			\$0			\$0	(\$5,635,838)	(\$5,635,838)
5) MOVE A/D MICHAEL REG ASSET TO WC		\$0	\$0			\$0	\$0	\$0
6) ADJUST STORM 13-MONTH AVG TO ORDER			\$0			\$0		\$0
7) ELIMINATE NET UNDERRECOVERY			\$0			\$0	\$0	\$0
8) DEFERRED RATE CASE EXPENSE			\$0			\$0	(1,250,132)	(\$1,250,132)
9) OVER COLLECTION AND DEFERRAL FROM RATE CASE SETTLEMENT			\$0			\$0	(88,937)	(\$88,937)
TOTAL FPSC ADJUSTMENTS	(\$13,033,619)	\$203,255	(\$12,830,364)	\$0	(\$16,713,523)	(\$29,543,887)	(\$6,974,907)	(\$36,518,794)
FPSC ADJUSTED	\$190,524,332	(\$83,577,317)	\$106,947,015	\$0	\$9,310,839	\$116,257,854	\$12,683,987	\$128,941,841
FLEX RATE REVENUES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ADJUSTED FOR FLEX RATE REVENUES	\$190,524,332	(\$83,577,317)	\$106,947,015	\$0	\$9,310,839	\$116,257,854	\$12,683,987	\$128,941,841
PROFORMA ADJUSTMENTS								
TOTAL PRO FORMA ADJUSTMENTS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
PRO FORMA ADJUSTED	\$190,524,332	(\$83,577,317)	\$106,947,015	\$0	\$9,310,839	\$116,257,854	\$12,683,987	\$128,941,841

AVERAGE RATE OF RETURN

For the 12 Months Ending September 30, 2025

INCOME STATEMENT

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	OPERATING REVENUES	O & M FUEL EXPENSE	O & M OTHER	DEPREC. & AMORTIZATION	TAXES OTHER THAN INCOME	INCOME TAXES CURRENT	D.I.T. (NET)	I.T.C. (NET)	GAIN/LOSS ON DISPOSITION	TOTAL OPERATING EXPENSES	NET OPERATING INCOME
PER BOOKS	\$ 106,845,933	\$ 54,199,292	\$ 15,965,770	\$ 13,027,070	\$ 8,533,999	\$ 3,087,248				\$ 94,813,379	\$ 12,032,554
FPSC ADJUSTMENTS:											
1) INCOME TAX SYNCH ADJUSTMENT						\$ 153,352				\$ 153,352	\$ (153,352)
2) ELIMINATE FUEL REVENUES AND EXPENSES	\$ (53,185,348)	\$ (53,402,465)			\$ (44,545)	\$ 66,318				\$ (53,380,691)	\$ 195,343
3) ELIMINATE CONSERVATION	\$ (795,731)	\$ (796,827)			\$ (674)	\$ 449				\$ (797,053)	\$ 1,322
4)NON-UTILITY DEPRECIATION EXPENSE				\$ (615)		\$ 156				\$ (459)	\$ 459
5) ELIMINATE REVENUE RELATED TAXES (FRANCHISE & GROSS RECEIPTS)	\$ (6,539,596)				\$ (6,539,596)	\$ -				\$ (6,539,596)	\$ -
6) ELIMINATE 5% OF ECONOMIC DEVELOPMENT			\$ (688)			\$ 174				\$ (513)	\$ 513
7) EXPENSE ACCRUAL ADJUSTMENT-PRIOR PERIOD			\$ 1,575,492	\$ 2		\$ (399,309)				\$ 1,176,185	\$ (1,176,185)
8) REMOVE STORM SURCHARGE ADJUSTMENT	\$ (8,246,366)		\$ (21,057)	\$ (7,632,424)	\$ (5,514)	\$ (148,869)				\$ (7,807,864)	\$ (438,502)
9) ELIMINATE SPP	\$ (5,701,472)		\$ (2,809,874)	\$ (279,422)	\$ (343,840)	\$ (574,910)				\$ (4,008,046)	\$ (1,693,426)
10) REMOVE OVER COLLECTION AND DEFERRAL FROM RATE CASE SETTLEMENT	\$ (532,258)					\$ (134,901)				\$ (134,901)	\$ (397,357)
TOTAL FPSC ADJUSTMENTS	\$ (75,000,771)	\$ (54,199,292)	\$ (1,256,126)	\$ (7,912,459)	\$ (6,934,169)	\$ (1,037,540)	\$ -	\$ -	\$ -	\$ (71,339,586)	\$ (3,661,185)
FPSC ADJUSTED	\$ 31,845,162	\$ -	\$ 14,709,644	\$ 5,114,611	\$ 1,599,830	\$ 2,049,708	\$ -	\$ -	\$ -	\$ 23,473,793	\$ 8,371,369
PRO FORMA ADJUSTMENTS											
TOTAL PRO FORMA ADJUSTMENTS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
PRO FORMA ADJUSTED	\$31,845,162	\$0	\$14,709,644	\$5,114,611	\$1,599,830	\$2,049,708	\$0	\$0	\$0	\$23,473,793	\$8,371,369

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	PLANT IN SERVICE	ACCUMULATED DEPRECIATION & AMORTIZATION	PLANT IN SERVICE	NET PROPERTY HELD FOR FUTURE USE	CONSTRUCTION WORK IN PROGRESS	NET UTILITY PLANT	WORKING CAPITAL	TOTAL RATE BASE
PER BOOKS	\$215,565,747	(\$83,051,626)	\$132,514,121	\$0	\$28,108,690	\$160,622,811	\$13,848,428	\$174,471,239
FPSC ADJUSTMENTS:								
1) ELIM. NON UTILITY PLANT	(\$7,684)	2,108	(\$5,576)			(\$5,576)		(\$5,576)
2) ELIMINATE AFUDC					(6,419)	(\$6,419)		(\$6,419)
3) ELIMINATION OF UNDER-RECOVERY						\$0	\$0	\$0
4) DEFERRED RATE CASE EXPENSE						\$0	(\$1,394,762)	(\$1,394,762)
5) ELIM SPP PLANT AND ACC. DEP.	(21,779,412)	359,831			(18,138,360)	(\$18,138,360)		(\$18,138,360)
6) REMOVE STORM COST-INTEREST EARNING						\$0	(\$1,899,724)	(\$1,899,724)
7) OVER COLLECTION AND DEFERRAL FROM RATE CASE SETTLEMENT						\$0	\$ (93,458.47)	(\$93,458)
TOTAL FPSC ADJUSTMENTS	(\$21,787,097)	\$361,939	(\$5,576)	\$0	(\$18,144,779)	(\$18,150,355)	(3,387,944.47)	(\$21,538,300)
FPSC ADJUSTED	\$193,778,650	(\$82,689,687)	\$132,508,545	\$0	\$9,963,911	\$142,472,455	\$10,460,484	\$152,932,939
COMP RATE ADJ REVENUES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ADJUSTED FOR COMP RATE ADJ REVENUE	\$193,778,650	(\$82,689,687)	\$132,508,545	\$0	\$9,963,911	\$142,472,455	\$10,460,484	\$152,932,939
PROFORMA ADJUSTMENTS								
TOTAL PRO FORMA ADJUSTMENTS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
PRO FORMA ADJUSTED	\$193,778,650	(\$82,689,687)	\$132,508,545	\$0	\$9,963,911	\$142,472,455	\$10,460,484	\$152,932,939

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	OPERATING REVENUES	O & M FUEL EXPENSE	O & M OTHER	DEPREC. & AMORTIZATION	TAXES OTHER THAN INCOME	INCOME TAXES CURRENT	D.I.T. (NET)	I.T.C. (NET)	GAIN/LOSS ON DISPOSITION	TOTAL OPERATING EXPENSES	NET OPERATING INCOME
PER BOOKS	\$ 106,845,933	\$ 54,199,292	\$ 15,965,770	\$ 13,027,070	\$ 8,533,999	\$ 3,087,248				\$ 94,813,379	\$ 12,032,554
FPSC ADJUSTMENTS:											
1) INCOME TAX SYNCH ADJUSTMENT						\$ (34,228)				\$ (34,228)	\$ 34,228
2) ELIMINATE FUEL REVENUES AND EXPENSES	\$ (53,185,348)	\$ (53,402,463)			\$ (44,545)	\$ 66,318				\$ (53,380,690)	\$ 195,342
3) ELIMINATE CONSERVATION	\$ (795,731)	\$ (796,827)			\$ (674)	\$ 449				\$ (797,053)	\$ 1,322
4)NON-UTILITY DEPRECIATION EXPENSE				\$ (615)		\$ 156				\$ (459)	\$ 459
5) ELIMINATE REVENUE RELATED TAXES (FRANCHISE & GROSS RECEIPTS)	\$ (6,539,596)				\$ (6,539,596)	\$ -				\$ (6,539,596)	\$ -
6) ELIMINATE 5% OF ECONOMIC DEVELOPMENT			\$ (688)			\$ 174				\$ (513)	\$ 513
7) EXPENSE ACCRUAL ADJUSTMENT-PRIOR PERIOD	\$ -		\$ 1,575,492	\$ 2		\$ (399,309)				\$ 1,176,185	\$ (1,176,185)
8) REMOVE STORM SURCHARGE ADJUSTMENT	\$ (8,246,366)		\$ (21,057)	\$ (7,632,424)	\$ (5,514)	\$ (148,869)				\$ (7,807,864)	\$ (438,502)
9) ELIMINATE SPP	\$ (5,701,472)		\$ (2,809,874)	\$ (279,422)	\$ (343,840)	\$ (574,910)				\$ (4,008,046)	\$ (1,693,426)
10) REMOVE OVER COLLECTION AND DEFERRAL FROM RATE CASE SETTLEMENT	\$ (532,258)					\$ (134,901)				\$ (134,901)	\$ (397,357)
TOTAL FPSC ADJUSTMENTS	\$ (75,000,771)	\$ (54,199,290)	\$ (1,256,126)	\$ (7,912,459)	\$ (6,934,169)	\$ (1,225,120)	\$ -	\$ -	\$ -	\$ (71,527,164)	\$ (3,473,607)
FPSC ADJUSTED	\$ 31,845,162	\$ 2	\$ 14,709,644	\$ 5,114,611	\$ 1,599,830	\$ 1,862,128	\$ -	\$ -	\$ -	\$ 23,286,215	\$ 8,558,947
PRO FORMA ADJUSTMENTS										\$ -	\$ -
TOTAL PRO FORMA ADJUSTMENTS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
PRO FORMA ADJUSTED	\$31,845,162	\$2	\$14,709,644	\$5,114,611	\$1,599,830	\$1,862,128	\$0	\$0	\$0	\$23,286,215	\$8,558,947

AVERAGE	ADJUSTMENTS						LOW POINT		MIDPOINT		HIGH POINT	
	PER BOOKS	ADJUSTED BOOKS	PRO-RATA ADJ.	SPECIFIC	BALANCE	RATIO (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)
COMMON EQUITY	\$69,701,166	\$69,701,166	(\$18,274,004)		\$51,427,162	39.88%	9.20%	3.67%	10.20%	4.07%	11.20%	4.47%
LONG TERM DEBT - CU	\$60,204,096	\$60,204,096	(\$15,784,096)		\$44,420,000	34.45%	4.31%	1.48%	4.31%	1.48%	4.31%	1.48%
SHORT TERM DEBT	\$9,385,638	\$9,385,638	(\$2,460,693)		\$6,924,944	5.37%	5.09%	0.27%	5.09%	0.27%	5.09%	0.27%
LONG TERM DEBT - FC	\$0	\$0	\$0		\$0	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
SHORT TERM DEBT - REFINANCED LTD	\$0	\$0	\$0		\$0	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
CUSTOMER DEPOSITS	\$3,547,441	\$3,547,441			\$3,547,441	2.75%	2.23%	0.06%	2.23%	0.06%	2.23%	0.06%
DEFERRED INCOME TAXES	\$22,622,294	\$22,622,294			\$22,622,294	17.55%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
TAX CREDITS - WEIGHTED COST	\$0	\$0			\$0	0.00%	5.42%	0.00%	5.82%	0.00%	6.22%	0.00%
TOTAL AVERAGE	\$165,460,635	\$0	\$165,460,635	(\$36,518,794)	\$0	100.00%		5.48%		5.88%		6.28%

YEAR-END	ADJUSTMENTS						LOW POINT		MIDPOINT		HIGH POINT	
	PER BOOKS	ADJUSTED BOOKS	PRO-RATA ADJ.	SPECIFIC	BALANCE	RATIO (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)
COMMON EQUITY	\$74,664,345	\$74,664,345	(10,777,765)	\$0	\$63,886,580	41.77%	9.20%	3.84%	10.20%	4.26%	11.20%	4.68%
LONG TERM DEBT - CU	\$69,998,716	\$69,998,716	(10,104,284)		\$59,894,432	39.16%	4.31%	1.69%	4.31%	1.69%	4.31%	1.69%
SHORT TERM DEBT	\$4,546,262	\$4,546,262	(656,251)		\$3,890,011	2.54%	10.73%	0.27%	10.73%	0.27%	10.73%	0.27%
LONG TERM DEBT - FC	\$0	\$0	-		\$0	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
SHORT TERM DEBT - REFINANCED LTD	\$0	\$0	-		\$0	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
CUSTOMER DEPOSITS	\$2,780,630	\$2,780,630			\$2,780,630	1.82%	2.85%	0.05%	2.85%	0.05%	2.85%	0.05%
DEFERRED INCOME TAXES	\$22,481,287	\$22,481,287			\$22,481,287	14.70%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
TAX CREDITS - WEIGHTED COST	\$0	\$0			\$0	0.00%	5.80%	0.00%	6.22%	0.00%	6.64%	0.00%
TOTAL YEAR-END	\$174,471,240	\$0	\$174,471,240	(21,538,300)	\$0	100.00%		5.85%		6.27%		6.69%

FLORIDA PUBLIC UTILITIES COMPANY
CONSOLIDATED ELECTRIC DIVISION
FINANCIAL INTEGRITY INDICATORS
September 30, 2025

SCHEDULE 5

A. TIMES INTEREST EARNED WITH AFUDC

EARNINGS BEFORE INTEREST	\$ 12,039,278
AFUDC - DEBT	\$ -
INCOME TAXES	\$ 3,096,943
TOTAL	<u>\$ 15,136,221</u>
INTEREST CHARGES (BEFORE DEDUCTING AFUDC-DEBT)	\$ 3,158,419
TIE WITH AFUDC	<u>\$ 5</u>

B. TIMES INTEREST EARNED WITHOUT AFUDC

EARNINGS BEFORE INTEREST & TAXES	\$ 12,039,278
AFUDC - OTHER	\$ -
INCOME TAXES	\$ 3,096,943
TOTAL	<u>\$ 15,136,221</u>
INTEREST CHARGES (BEFORE DEDUCTING AFUDC-DEBT)	\$ 3,158,419
TIE WITHOUT AFUDC	<u>\$ 5</u>

C. PERCENT AFUDC TO NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS

AFUDC - DEBT	\$ -
X (1 - INCOME TAX RATE)	\$ 1
SUBTOTAL	<u>\$ -</u>
AFUDC - OTHER	\$ -
TOTAL	<u>\$ -</u>
NET INCOME AVAILABLE FOR COMMON STOCKHOLDERS	\$ 8,880,859
PERCENT AFUDC TO AVAIL. NET INCOME	<u>\$ -</u>

D. PERCENT INTERNALLY GENERATED FUNDS

NET INCOME	\$ 8,880,859
PREFERRED DIVIDENDS	\$ -
COMMON DIVIDENDS	\$ -
AFUDC (DEBT & OTHER)	\$ -
DEPRECIATION & AMORTIZATION	\$ 12,108,256
DEFERRED INCOME TAXES	\$ (1,890,231)
INVESTMENT TAX CREDITS	\$ -
OTHER	\$ -
TOTAL	<u>\$ 19,098,884</u>
CONSTRUCTION EXPENDITURES (EXCLUDING AFUDC OTHER & DEBT)	\$ 30,380,192
PERCENT INTERNALLY GENERATED FUNDS	<u>62.87</u>

E. LONG TERM DEBT AS PERCENT OF TOTAL INVESTOR CAPITAL

F. SHORT TERM DEBT AS PERCENT OF TOTAL INVESTOR CAPITAL

RECONCILED AVERAGE RETAIL AMOUNTS

LONG TERM DEBT	\$ 44,420,000
SHORT TERM DEBT	\$ 6,924,944
PREFERRED STOCK	\$ -
COMMON EQUITY	\$ 51,427,162
TOTAL	<u>\$ 102,772,106</u>
% LONG TERM DEBT TO TOTAL	<u>43.22</u>
% SHORT TERM DEBT TO TOTAL	<u>6.74</u>

G. FPSC ADJUSTED AVERAGE JURISDICTIONAL RETURN ON COMMON EQUITY

FPSC ADJUSTED AVG. EARNED RATE OF RETURN	<u>6.49</u>
LESS: RECONCILED AVERAGE RETAIL WEIGHTED COST RATES FOR:	
LONG TERM DEBT CU	(1.48)
LONG TERM DEBT FC	0.00
SHORT TERM DEBT	(0.27)
SHORT TERM DEBT REFINANCED	
PREFERRED STOCK	0.00
CUSTOMER DEPOSITS	(0.06)
TAX CREDITS - WEIGHTED COST (MIDPOINT)	0.00
SUBTOTAL	<u>(1.81)</u>
TOTAL	4.68
DIVIDED BY COMMON EQUITY RATIO	<u>0.3988</u>
JURISDICTIONAL RETURN ON COMMON EQUITY	<u>11.74</u>